



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2017 Biennium

Bill #	HB0570	Title:	Revise flood plain notification process
Primary Sponsor:	Fiscus, Clayton	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
Expenditures:				
General Fund	\$46,687	\$46,687	\$47,387	\$48,098
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$46,687)</u>	<u>(\$46,687)</u>	<u>(\$47,387)</u>	<u>(\$48,098)</u>

Description of fiscal impact: HB 570 requires the Department of Natural Resources and Conservation (DNRC) to provide notice of orders of a designation of floodplain or floodway to titleholders of affected lands on orders issued since the year 2000. The number of affected landowners and their addresses would have to be researched and would likely require up to 5,000 thousand notices. DNRC has no current staff to allocate to meet the requirements of this bill.

FISCAL ANALYSIS

Assumptions:

- DNRC would need to perform research to determine which titleholders to notice under HB 570. DNRC would then need to: prepare landowner lists; send out the required mailings under Section 2(5); and provide follow-up and outreach regarding the notices as it is likely questions about flood insurance and local floodplain requirements would follow.
- To comply with requirements in this bill, DNRC would require 0.50 FTE water conservationist experienced in floodplain management and flood insurance. Salary and benefits would be approximately \$32,000 per year.
 - Operating expenditures for this FTE in FY 2016 would include the standard operating expenses of \$2,900 for an office package, computer, communication services, and supplies and materials.

- b. Additionally, the position would require the following annual operating costs for FY 2016 through FY 2019: \$808 in ITSD service changes; \$1,963 for rent; and 1,500 for travel (\$4,271 FY 2016 and FY 2017).
3. It is assumed that there would be approximately 5,000 mailings per year, at a cost of \$1.50 per mailing for the biennium (\$7,500 FY 2016 and FY 2017). However, the full extent of mailing costs cannot be known until the initial research is completed.
4. An inflation rate of 1.5% has been added in FY 2018 and FY 2019.

	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.50	0.50	0.50	0.50
<u>Expenditures:</u>				
Personal Services	\$32,016	\$32,016	\$32,496	\$32,984
Operating Expenses	\$14,671	\$14,671	\$14,891	\$15,114
TOTAL Expenditures	<u>\$46,687</u>	<u>\$46,687</u>	<u>\$47,387</u>	<u>\$48,098</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$46,687	\$46,687	\$47,387	\$48,098
TOTAL Funding of Exp.	<u>\$46,687</u>	<u>\$46,687</u>	<u>\$47,387</u>	<u>\$48,098</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$46,687)	(\$46,687)	(\$47,387)	(\$48,098)

Technical Notes:

1. The intent of HB 570 is to re-notice to all titleholders affected by floodplain or floodway designations since 2000. Orders have already been adopted for the proposed designation of the floodplains or floodways. Currently, and in the past, appropriate cities and/or counties have determined the affected landowners and sent out individual notices in a partnership with DNRC.
2. Individual notice is already required under present law and has previously been carried out during any alteration or designation of a floodway or floodplain by the State of Montana as per 76-5-208, MCA.

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date